

ORDINANCE 08-26

AN ORDINANCE OF THE CITY OF RICHMOND ADJUSTING THE FUEL RECOVERY FEE COLLECTED BY THE CITY'S SANITATION COLLECTION FRANCHISE HOLDER.

WHEREAS, the City of Richmond awarded a Franchise to BFI/Allied Waste for the collection of garbage in the city limits of Richmond, and

WHEREAS, the Franchise was sold to Veolia Environmental Services, and

WHEREAS, the cost of fuel has risen significantly since the award of the franchise, and

WHEREAS, Veolia Environmental Services has requested an adjustment to their fuel recovery fee to help with the increased cost of fuel and environmental fees, and

WHEREAS, after discussions with Veolia Environmental Services, the City of Richmond Board of Commissioners has determined that a fuel recovery fee is justified, and

NOW, THEREFORE BE IT ORDAINED by the City of Richmond Board of Commissioners.

Section I

- (1) Veolia Environmental Services (Contractor) may on a quarterly basis, add a fuel recovery fee to the customers invoice of 0.1% per household unit or commercial account for every \$0.10 increase in the average diesel prices above the federal government established base rate of \$1.365. This fuel recovery fee shall be based on the average cost of diesel fuel for the prior month as published by the United States Government, Department of Energy, Energy Information Administration.
- (2) This fuel recovery fee shall apply to both residential and commercial accounts under the City's Solid Waste Franchise agreement. The fee shall be calculated monthly and billed quarterly.
- (3) This data will be available at <http://tonto.eia.doe.gov/oog/info/gdu/gasdiesel.asp>
- (4) If the price of fuel decreases, a corresponding reduction in the fuel recovery fee shall be made.
- (5) This adjustment is necessary because of increased fuel costs not anticipated at the award of the Franchise Agreement.
- (6) This adjustment will be effective with the September 1, 2008 billing cycle.

This Ordinance shall be in full force and effect upon second reading, adoption and publication.

Date of First Reading: August 26, 2008

Motion By: Commissioner Jones

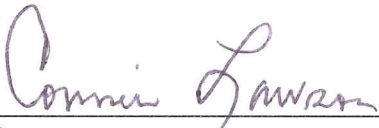
Seconded By: Commissioner Brewer

Date of Second Reading: September 9, 2008

Motion By: Commissioner Jones

Seconded By: Commissioner Blythe

Vote:	Yes	No
Commissioner Blythe	x	
Commissioner Brewer	Absent	
Commissioner Jones	x	
Commissioner Strong	x	
Mayor Lawson	x	



Mayor

Attest:



City Clerk